HOUSE BILL No. 1341

DIGEST OF INTRODUCED BILL

Citations Affected: IC 27-8-5.7-9; IC 27-13-36.2-7.

Synopsis: Direct insurance payment to providers. Requires an insurer or health maintenance organization to make payment directly to a provider if an insured or enrollee provides written authorization for the insurer or health maintenance organization to make direct payment.

Effective: July 1, 2003.

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January 14, 2003, read first time and referred to Committee on Insurance, Corporations and Small Business.





First Regular Session 113th General Assembly (2003)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2002 Regular or Special Session of the General Assembly.

HOUSE BILL No. 1341

A BILL FOR AN ACT to amend the Indiana Code concerning insurance.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 27-8-5.7-9 IS ADDED TO THE INDIANA CODE
2	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3	1, 2003]: Sec. 9. If an individual who is insured under an accident
4	and sickness insurance policy:
5	(1) receives health care services from a provider; and
6	(2) provides written authorization for the insurer to pay the
7	provider directly for the health care services;
8	and the provider forwards the written authorization described in
9	subdivision (2) with a claim filed with the insurer, the insurer shall

subdivision (2) with a claim filed with the insurer, the insurer shall make payment for the health care services directly to the provider.

SECTION 2. IC 27-13-36.2-7 IS ADDED TO THE INDIANA

SECTION 2. IC 27-13-36.2-7 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: **Sec. 7. If an enrollee:**

- (1) receives health care services from a provider; and
- (2) provides written authorization for the health maintenance organization to pay the provider directly for the health care services;

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- and the provider forwards the written authorization described in
- 2 subdivision (2) with a claim filed with the health maintenance
- 3 organization, the health maintenance organization shall make
- 4 payment for the health care services directly to the provider.





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